

THE FOLLOWING DOCUMENTS
ARE ATTACHED:
(Please do not remove)

ER 2756X 88

DDI 02250 88

SUBJECT:

ROUTING AND TRANSMITTAL SLIP

7 July 1988

TO: (Name, office symbol, room number,
building, Agency/Post)

Initials

Date

1. ER

2. DDCI

3. DCI

4.

5.

Action	File	Note and Return
Approval	For Clearance	Per Conversation
As Requested	For Correction	Prepare Reply
Circulate	For Your Information	See Me
Comment	Investigate	Signature
Coordination	Justify	

REMARKS

Memorandum for the Record:

PRG Meeting to Discuss Persian Gulf, 6 July 1988

DCI
EXEC
REGDCI
EXEC
REGDO NOT use this form as a RECORD of approvals, concurrences, disposals,
clearances, and similar actions

FROM: (Name, org. symbol, Agency/Post)

DDI

Room No.—Bldg.
7E44

5041-102

★ U.S. Government Printing Office: 1987-181-246/60000

OPTION

Prescribed

FPMR (41 CFR) 101-11.206

Orig w/ file ret'd to DDI 0808/0

B-600-IR

STAT

DDI #02250-88
7 July 1988

MEMORANDUM FOR THE RECORD

SUBJECT: PRG Meeting to Discuss the Persian Gulf, 6 July 1988

1. The purpose of this PRG meeting was to review the situation in the Gulf with a particular focus on Iranian reactions to the shoot down of the commercial airliner. [REDACTED]

25X1

2. I provided an intelligence briefing on reports of retaliation using terrorist groups, as well as a general assessment of how the Iranians were playing their responses. Much of the subsequent discussion focused on payment of compensation. There was general agreement at the working level that compensation did not establish our legal responsibility, but was the humanitarian response. I raised two issues in regard to compensation:

-- We should not assume that compensation, or that announcement of compensation, will reduce the terrorist threat against US facilities.

-- An announcement of compensation has to be carefully planned to make sure it does not immediately precede or follow a terrorist act against US interests by Iranians. [REDACTED]

25X1

3. There was also discussion about current negotiations with the Iraqis on compensation for the USS STARK. The point was made that we would have to carefully coordinate this activity to make sure there is not a significant difference in the amount paid. [REDACTED]

25X1

4. We also discussed efforts to end the war. State asked for an intelligence assessment about the likelihood of Iraq recovering all of their territory in the future. [REDACTED]

25X1

5. Finally, there was a fair amount of discussion about international organizations involved with commercial airlines or airline pilots and their involvement in the investigation of the Iranian airliner that was shot down. Plans are to try to provide as much information as possible, but there is concern that some old frictions will emerge involving conflicts between commercial and military air control procedures. [REDACTED]

25X1

Richard J. Kerr
Deputy Director for Intelligence

DCI
EXEC
REG

Cl By Signer
DECL OADR

~~SECRET~~

SECRET

SUBJECT: PRG Meeting to Discuss the Persian Gulf, 6 July 1988

Distribution:

- 1 - DCI
- 1 - DDCI
- 1 - C/DDO/NE
- 1 - NIO/NESA
- 1 - C/CTC/ ☐
- 1 - D/NESA
- 1 - C/NESA/PG
- 1 - DDI Registry
- 1 - PRG Folder

25X1

EXECUTIVE SECRETARIAT

ROUTING SLIP

TO:

		ACTION	INFO	DATE	INITIAL
1	DCI				
2	DDCI				
3	EXDIR				
4	D/ICS				
5	DDI	X			
6	DDA				
7	DDO				
8	DDS&T				
9	Chm/NIC		X		
10	GC				
11	IG				
12	Compt				
13	D/OCA				
14	D/PAO				
15	D/PERS				
16	D/Ex Staff				
17	D/NESA/DT		X		
18	C/NE/DDO		X		
19	EA/DGT		X		
20	ER				
21					
22					
SUSPENSE		Date			

Remarks

Executive Secretary

8 JUL 88

Date

25X1

3637 (10-81)

~~SECRET~~NATIONAL SECURITY COUNCIL
WASHINGTON, D.C. 20506SYSTEM II
90569

July 5, 1988

MEMORANDUM FOR MR. DONALD GREGG
Assistant to the Vice President
for National Security Affairs

MR. MELVYN LEVITSKY
Executive Secretary
Department of State

COLONEL WILLIAM M. MATZ
Executive Secretary
Department of Defense

MR. L. WAYNE ARNY
Associate Director for National
Security and International Affairs
Office of Management and Budget

Executive Secretary
Central Intelligence Agency

RADM. JOSEPH C. STRASSER
Executive Assistant to the Chairman
Joint Chiefs of Staff

SUBJECT: Policy Review Group Meeting on
the Persian Gulf, Wednesday,
July 6, 1988, 4:00 - 5:00 p.m.,
Situation Room (S)

The Policy Review Group Meeting on the Persian Gulf will be
held on Wednesday, July 6, 1988, at 4:00 - 5:00 p.m. in the
Situation Room. (S)

Paul Schott Stevens
Paul Schott Stevens
Executive Secretary

Attachment:

Tab A Agenda

~~SECRET~~

Declassify on: OADR

~~SECRET~~DCI
EXEC
REG

B-600-11

T
A
B
A
"A"

T
A
B

A

...

~~SECRET~~SYSTEM II
90569POLICY REVIEW GROUP MEETING

Wednesday, July 6, 1988

Situation Room

4:00 - 5:00 p.m.

PERSIAN GULFAgenda

- I. Introduction.....John Negroponte
(2 minutes)
- II. Intelligence Update.....CIA
(10 minutes)
- o Iranian Reaction to Downing of Iran Air 655
 - o Iranian Internal Situation
 - o Ground War: Iraqi and Iranian Strategy
- III. Security Issues.....DOD/JCS
(20 minutes)
- o Status of Investigation of Iran Air 655 Incident
 - o Review of U.S. Military Procedures in Gulf and Rules of Engagement
 - o Deconfliction with Civil Aviation
 - o Counter-Terrorist Security Preparations (DOD and State)
- IV. Diplomatic Strategy.....State
(15 minutes)
- o International Reaction to Iran Air 655 Incident
 - o Compensation and ICAO Investigation
 - o Reviving UNSCR 598 Effort
- V. Congress.....State/DOD
(10 minutes)
- o Congressional Reaction
 - o Upcoming Briefings and Hearings
- VI. Summary.....John Negroponte
(3 minutes)

~~SECRET~~~~SECRET~~

THE WHITE HOUSE

G

5 3 20 PM '88

MESSAGE NO.

0983

CLASSIFICATION

SECRET

PAGES

3

FROM PAUL S. STEVENS

(NAME)

456-2224

(EXTENSION)

ROOM NUMBER

MESSAGE DESCRIPTION

PRG 6 JUL

NSC 90569

TO (AGENCY)DELIVER TO:DEPT/ROOM NO.EXTENSION

STATE

MELVYN LEVITSKY

EXEC SEC

DOD

WILLIAM MATZ

EXEC SEC

25X1

CIA

EXEC SEC

JCS

JOSEPH C. STRASSER

EXEC ASST

REMARKS